

## CITY OF RIVERSIDE

### BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities

Date of Meeting: January 7, 2005

Time of Meeting: 8:15 a.m.

Place of Meeting: Art Pick Council Chamber, City Hall  
3900 Main Street (at Tenth & Main Streets)  
Riverside, California

### **PLEDGE OF ALLEGIANCE TO THE FLAG**

#### **Roll Call**

Present: Peter Hubbard (Chairman)	Jim Anderson (Vice Chair)
David Barnhart	Bob Stockton
Lalit Acharya	Chuck Beaty (Alternate 1)
Joe Tavaglione	Katie Greene (Alternate 2)

Absent: Conrad Newberry, Jr., P.E. (absence due to personal business)

#### **MINUTES**

- (1) The regular meeting minutes from the Board of Public Utilities meeting held on December 17, 2004 was approved as submitted.

Motion – Barnhart. Second – Anderson.

Ayes: Hubbard, Anderson, Barnhart, Stockton, Acharya, and Tavaglione.

Noes: None

Abstain: None.

Absent: Newberry, Jr., P.E. (absence due to personal business)

- (2) The “special” meeting minutes from the Board of Public Utilities meeting held on December 27, 2004 was approved as submitted.

Motion – Barnhart. Second – Anderson.

Ayes: Hubbard, Anderson, Barnhart, and Stockton.

Noes: None

Abstain: Acharya  
Tavaglione

Absent: Newberry, Jr., P.E. (absence due to personal business)

#### **CITIZENS PARTICIPATION**

No comments were made.

## **COMMITTEE REPORTS**

### **WATER COMMITTEE REPORT**

The Board of Public Utilities accepted and filed the December 17, 2004, Water Committee minutes.

**FINANCE/MARKETING COMMITTEE REPORT** – The Finance/Marketing Committee scheduled on December 27, 2004 was cancelled.

## **CONSENT CALENDAR**

A motion was made to approve the following items on the Consent Calendar.

Motion – Anderson. Second – Tavaglione.

Ayes: Hubbard, Anderson, Barnhart, Stockton, Acharya, and Tavaglione.

Noes: None

Abstain: None.

Absent: Newberry, Jr., P.E. (absence due to personal business)

The Board of Public Utilities:

## **ELECTRIC ITEMS**

### (3) **12 kV UNDERGROUND LINE EXTENSION WORK ORDER 644005**

Approved the estimated capital expenditure of \$80,000 to install underground primary line extensions and services to 65 Single Family Residences located in Orangecrest near Barton Road and Krameria Avenue.

### (4) **12 kV UNDERGROUND LINE EXTENSION WORK ORDER 644089**

Approved the estimated capital expenditure of \$60,000 to install underground primary cable extensions, four new transformers, and secondary cable to serve three new commercial buildings located at and eight new streetlights located at Sycamore Canyon and Alessandro Boulevard.

## **WATER ITEMS**

### (5) **CONSTRUCTION OF THE DOWNTOWN WATER MAIN REPLACEMENT PROJECT – AWARD OF BID NO. 6217**

1. Approved the estimated capital expenditure of \$1,250,000 for Work Order 704192 which includes all design, construction, contract administration, inspection, and change order contingencies for the Downtown Water Main Replacement Project; and

2. Approved and recommended that the City Council award a contract for construction of the Downtown Water Main Replacement Project, Bid No. 6217, to the lowest responsive bidder as determined by the City Council.

## **OTHER ITEMS**

## **DISCUSSION CALENDAR**

### **(6) CITY OF RIVERSIDE BUDGET PRESENTATION BY THE INTERIM CITY MANAGER – TOM EVANS**

Interim City Manager Tom Evans gave a presentation concerning the general fund budget that had recently been presented to the City Council. Mr. Evans stated that under the current scenario the City is using \$1M /per month from reserves and there is \$47M in reserves at present time. Should the City continue at its current pace it could spend \$35M out of the current reserves over a 3-year period leaving \$8M in reserves.

3-Year **Proposed** Changes to the General Fund:

Revenue:

- Recapture of FY 2003/04 Vehicle License Fee (\$4M)
- Transfer interest income from reserves from the Sewer Fund to the General Fund for 3 years (\$2.5M each year)
- Increase transfer from the Electric Fund from 9% to 10.5% for 2 years (\$1M each year)

Expenditures in All Departments:

- Reduction of overtime
- Management restructure
- Transfer street sweeping to Refuse Fund
- Transfer vector control to Northwest
- Reduction of Insurance Costs

Expenditures in Police Department Only:

- Transition elimination of Attorney General Task Force
- Elimination of Storefront Operations
- Elimination of Project Bridge
- Increase School District Contribution for School Resource Officers to 50%
- Eliminate Crossing Guards for Non-Warranted Locations
- Increase School District Contribution for Crossing Guards to 50%
- Eliminate Aviation Unit

The Board of Public Utilities received and filed this report.

## **DIRECTOR'S REPORT**

Interim Public Utilities Director Dave Wright informed the Board that the City Council had appointed Laura Pearson to the Gage Canal Board of Directors to take the place of Dieter Wirtzfeld who will continue attending the meetings as staff.

Mr. Wright also informed the Board that a new category to the Director's Report would be added to future Board agendas entitled City Council Agendas so staff and Board members can comment on decisions made or ask questions regarding council agenda items.

- (A) State and Federal Legislative Update
- (B) Monthly Update of Goals
- (C) Financial Statements – November 2004
- (D) Monthly Power Supply Report — November 2004
- (E) Rolling Calendar Outlining Future Utility Projects as of December 30, 2004.

### **SYSTEMATIC REPORTING ON CONFERENCES/SEMINARS**

### **WORKSHOP**

*At 9:02 a.m. the Board of Public Utilities moved the meeting. to the Art Pick Council Chamber Board Room to discuss the following item:*

At this time Alternate Board Member Chuck Beaty dismissed himself from the meeting.

Present:	Peter Hubbard (Chairman)	Jim Anderson (Vice Chair)
	David Barnhart	Bob Stockton
	Lalit Acharya	Katie Greene (Alternate 2)
	Joe Tavaglione	

Staff:	Dave Wright	Donna Stevener
	Dieter Wirtzfeld	Eileen Teichert
	Dave Redding	MJ Abraham
	Cindy Reeley	Kevin Milligan
	Reiko Kerr	Cathy Ference

Guest: Richard Milligan (Legal)

Absent: Conrad Newberry, Jr., P.E. (absence due to personal business)  
Chuck Beaty (Alternate 1)

### **(7) 2004-2010 CAPITAL IMPROVEMENT PROGRAM APPROVAL**

The Board of Public Utilities held a workshop to present the proposed 2004-2010 Capital Improvement Program for approval and potential rate impacts.

Assistant Director/Finances & Resources Donna Stevener provided an overview stating the six-year Capital Improvement Program (CIP) is within financial plan targets, assuming the use of proceeds from the sale of excess water property are used to finance this program. The final CIP submitted to City Council will also include vehicles, which were formerly included with the operating budget.

Assistant Director/Water Dieter Wirtzfeld presented the water CIP and Principal Electric Engineer Dave Redding presented the electric CIP.

The Board of Public Utilities approved the 2004-2010 Capital Improvement Program.

Motion – Acharya Second – Tavaglione.

Ayes: Anderson, Barnhart, Stockton, Acharya, and Tavaglione.

Noes: None

Abstain: None.

Absent: Newberry, Jr., P.E. (absence due to personal business)  
Chuck Beaty (Alternate 1) (left meeting @ 9:02 a.m.)  
Hubbard (left meeting @ 9:35 a.m.)

### **UPCOMING MEETING**

Vice Chair Jim Anderson adjourned the meeting at 10:00 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, January 21, 2005**, at 8:15 a.m. in the Art Pick Council Chamber at City Hall located at 3900 Main Street in Riverside, California.

By: \_\_\_\_\_  
David H. Wright, Interim Secretary  
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: January 21, 2005